1 James P. Watson, Esq. (SBN 046127) Bruce K. Leigh, Esq. (SBN 129753) STANTON, KAY & WATSON, LLP 101 New Montgomery Street, Fifth Floor San Francisco, CA 94105-3612 Telephone: (415) 512-3501 Facsimile: (415) 512-3515 4 E-Mail: brucel@skwsf.com 5 Attorneys for Plaintiffs 6 7 UNITED STATES DISTRICT COURT 8 NORTHERN DISTRICT OF CALIFORNIA 9 10 KEN WALTERS, JOHN BONILLA, in their Case No. C-04-2559 JSW (MEJ) respective capacities as Trustees of the OPERATING ENGINEERS HEALTH AND PLAINTIFFS' PROPOSED ORDER 11 WELFARE TRUST FUND, PENSION VACATING THE HEARING ON THE ORDER TO SHOW CAUSE OF JULY 19, 2006, GRANTING 12 FUND FOR OPERATING ENGINEERS. PENSIONED OPERATING ENGINEERS 13 HEALTH AND WELFARE FUND, PLAINTIFFS' MOTION FOR OPERATING ENGINEERS VACATION INJUNCTIVE RELIEF, AND AND HOLIDAY TRUST FUND, RESERVING JURISDICTION FOR 14 AMENDED PLEADINGS AFTER AUDIT NORTHERN CALIFORNIA 15 PREAPPRENTICE. APPRENTICE AND JOURNEYMAN AFFIRMATIVE ACTION 16 TRAINING FUND, OPERATING **ENGINEERS CONTRACT** ADMINISTRATION FUND FOR 17 NORTHERN CALIFORNIA, OPERATING 18 ENGINEERS INDUSTRY STABILIZATION TRUST FUND AND OPERATING 19 ENGINEERS MARKET PRESERVATION TRUST FUND, 20 Plaintiffs, 21 22 STATEWIDE CONCRETE BARRIER, INC., 23 a California corporation; and CHARLES WELLS, an Individual, 24 Defendants. 25 26 After hearing plaintiffs' motion herein for default judgment, and having issued on 27 September 20, 2005, its Order Adopting Report And Recommendation Re Plaintiffs' Motion For 28 ORDER VACATING OSC, GRANTING INJUNCTIVE RELIEF, AND RESERVING JURISDICTION CASE NO. C-04-2559 JSW (MEJ)

Default Judgment, the Court confirms its order granting plaintiffs a mandatory injunction requiring 1 2 defendants, Statewide Concrete Barrier, Inc., and Charles Wells, to submit to an audit by plaintiffs. 3 Accordingly, defendants are mandatorily enjoined, directed and required to submit to 4 plaintiffs for audit all books and records in their possession which verify and substantiate 5 contributions paid and contributions due to the plaintiffs for the period January 1, 2001 to the 6 present, including, but not limited to the following records: 7 California Quarterly Report of Wages, Form DE-6; Federal Tax Forms W-3/W-2 and 1069/1099; Payroll Registers/Journals; Individual 8 Earnings Records; Source Records, including time cards and time card summaries for all employees; contribution reports for all trust funds; 9 workers' compensation reports; certified payroll reports; personnel records indicating job classifications and hire/termination dates; cash 10 disbursement journal; vendor invoices; copies of subcontract agreements; cash receipts journal; general ledger; job cost records; records of related entities; and any other books and records that may be 11 necessary to complete the auditor's determination or provide additional 12 explanation. 13 The Court vacates the hearing on the Order To Show Cause And Order Continuing 14 Briefing On Motion For Default Judgment, issued July 14, 2006; and, closing its hearing of 15 plaintiffs' motion for default judgment, the Court reserves jurisdiction herein to entertain a motion for amended pleadings after completion of the audit. 16 17 IT IS SO ORDERED. 18 19 DATED: _ August 31, 2006 20 21 22 23 F:\CASES\30\32.173 Statewide Concrete Barrier\pleadings\default judgment1\Pro Order vacating OSC.doc 24 25 26 27 28

PROOF OF SERVICE 1 2 CASE NAME: Ken Walters, et al. v. Statewide Concrete Barrier, Inc., et al. United States District Court, Northern District of California CASE NUMBER: 3 Case No. C04-2559 JSW (MEJ) 4 I, Peggy Sanchez, declare as follows: 5 I am a citizen of the United States of America; I am a resident of, or employed in, the City 6 and County of San Francisco, California; I am over the age of eighteen years and not a party to the within cause; my business address is 101 New Montgomery Street, Fifth Floor, San Francisco, 7 California 94105. On the date below, I served the attached 8 PLAINTIFFS' PROPOSED ORDER VACATING THE 1) HEARING ON THE ORDER TO SHOW CAUSE OF 9 **JULY 19, 2006, GRANTING PLAINTIFFS' MOTION** FOR INJUNCTIVE RELIEF, AND RESERVING 10 JURISDICTION FOR AMENDED PLEADINGS AFTER AUDIT 11 on the parties involved addressed as follows: 12 13 Charles Wells, individually, and as agent for Statewide Concrete Barrier, Inc. 14 2358 Longview Drive San Leandro, California 94577 15 Charles Wells, individually, 16 and as agent for Statewide Concrete Barrier, Inc. 17 4751 Grass Valley Road Oakland, California 94605 18 **BY MAIL** with postage thereon fully prepaid in the designated area for outgoing mail. I am readily 19 familiar with STANTON, KAY & WATSON LLP's practice of collection and processing correspondence whereby mail is sealed, given the appropriate postage and placed in a designated 20 mail collection area. Each day's mail is collected and deposited with the United States Postal Service after the close of each day's business. I am aware that on motion of the party served, service 21 is presumed invalid if postal cancellation date or postage meter date is more than one day after the 22 date of deposit for mailing in affidavit. 23 The addresses shown above are the last known mailing addresses for persons known to have contacts with defendant and agent Charles Wells. 24 25 I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct, and that this declaration was executed on August 30, 2006, at San Francisco, 26 California. 27 /s/ Peggy Sanchez 28 Peggy Sanchez ORDER VACATING OSC, GRANTING INJUNCTIVE RELIEF, AND RESERVING JURISDICTION CASE NO. C-04-2559 JSW (MEJ)